

## SUMMARY OF REVISIONS TO BUSINESS AND TRADE FINANCING ENHANCEMENTS

If you are a...	... and need...	...you can tap on...	Enhancements with effect from 1 Feb 2009	Changes with effect from 1 Feb 2010
<b>Small business with no more than 10 employees</b>	<b>Working capital</b>	<b>Micro Loan Programme</b>	<ul style="list-style-type: none"> <li>Default risk shared between Government and Participating Financial Institutions at 90:10 ratio</li> <li>Minimum interest rate of 5.0%</li> </ul>	<ul style="list-style-type: none"> <li>Default risk shared between Government and Participating Financial Institutions at 70:30 ratio</li> <li>Minimum interest rate of 5.5%</li> </ul>
<b>SME</b> <ul style="list-style-type: none"> <li>Group has no more than <u>200 employees</u> for services and construction sectors</li> <li>Group fixed assets are below <u>S\$15 million</u> for manufacturing sectors</li> <li>Registered or incorporated in Singapore, with at least 30% local shareholding</li> </ul>	<b>Working Capital</b>	<b>Bridging Loan Programme<sup>1</sup></b>	<u>New BLP*</u> <ul style="list-style-type: none"> <li>Maximum loan quantum of \$5 million</li> <li>Maximum loan tenure of 4 years</li> <li>Minimum interest rate of 5.0%</li> <li>Default risk shared between Government and Participating Financial Institutions at 80:20 ratio</li> </ul>	<ul style="list-style-type: none"> <li>Maximum loan quantum of \$2 million</li> <li>Maximum loan tenure of 2 years</li> <li>Minimum interest rate of 5.5%</li> <li>Default risk shared between Government and Participating Financial Institutions at 50:50 ratio</li> </ul>
	<b>Asset-based loans for factory, machinery, equipment purchase or lease/hire purchase</b>	<b>Local Enterprise Finance Scheme (LEFS)</b>	<ul style="list-style-type: none"> <li>Default risk shared between Government and Participating Financial Institutions at 80:20 ratio</li> <li>Minimum interest rate of 5.0% for loan tenure less than 4 years. Minimum interest rate of 5.5% for loan tenure more than 4 years</li> </ul>	<ul style="list-style-type: none"> <li>Default risk shared between Government and Participating Financial Institutions at 70:30 ratio</li> <li>Minimum interest rate of 5.5% for loan tenure less than 4 years. Minimum interest rate of 6% for loan tenure more than 4 years</li> </ul>
	<b>Working Capital</b>	<b>Loan Insurance Scheme (LIS) (Domestic Loans)</b>	<u>LIS</u> <ul style="list-style-type: none"> <li>Insurance premium borne by company at 0.15% (wef 1 Jan 2009)</li> </ul>	<ul style="list-style-type: none"> <li>Insurance premium borne by company at 0.45%</li> </ul>
<b>Larger enterprise (Non-SME)</b> <ul style="list-style-type: none"> <li>Group has more than <u>200 employees</u> for services and construction sectors</li> <li>Group fixed assets are above <u>S\$15 million</u> for manufacturing sectors</li> <li>Registered or incorporated in Singapore, with at least 30% local shareholding</li> </ul>	<b>Working Capital</b>	<b>Bridging Loan Programme</b>	<u>New BLP*</u> <ul style="list-style-type: none"> <li>Maximum loan quantum of \$5 million</li> <li>Maximum loan tenure of 4 years</li> <li>Minimum interest rate of 5.0%</li> <li>Default risk shared between Government and Participating Financial Institutions at 80:20 ratio</li> </ul>	<ul style="list-style-type: none"> <li>Maximum loan quantum of \$2 million</li> <li>Maximum loan tenure of 2 years</li> <li>Minimum interest rate of 5.5%</li> <li>Default risk shared between Government and Participating Financial Institutions at 50:50 ratio</li> </ul>
	<b>Working Capital</b>	<b>Loan Insurance Scheme (LIS) (Domestic Loans)</b>	<u>LIS</u> <ul style="list-style-type: none"> <li>Insurance premium borne by company at 0.15% (wef 1 Jan 2009)</li> </ul>	<ul style="list-style-type: none"> <li>Insurance premium borne by company at 0.45%</li> </ul>
			<u>New LIS+</u> <ul style="list-style-type: none"> <li>Introduction of LIS+ to complement the existing LIS programme</li> <li>Maximum loan quantum of \$15 million</li> <li>Default risk shared between Government and Participating Financial Institutions at 75:25 ratio</li> </ul>	<ul style="list-style-type: none"> <li>Insurance premium borne by company at 1.0%</li> </ul>

<sup>1</sup> Companies with more than 10 employees are eligible for Bridging Loan Programme

If you are a...	... and need...	...you can tap on...	Enhancements with effect from 1 Feb 2009	Changes with effect from 1 Feb 2010
			<ul style="list-style-type: none"> <li>▪ Insurance premium borne by company at 0.5%</li> </ul>	
	<b>Asset-based loans for factory, machinery, equipment purchase or lease/hire purchase</b>	<b>Local Enterprise Finance Scheme (LEFS)</b>	<ul style="list-style-type: none"> <li>▪ Default risk shared between Government and Participating Financial Institutions at 80:20 ratio</li> <li>▪ Minimum interest rate of 5.0% for loan tenure less than 4 years. Minimum interest rate of 5.5% for loan tenure more than 4 years</li> </ul>	<ul style="list-style-type: none"> <li>▪ Default risk shared between Government and Participating Financial Institutions at 70:30 ratio</li> <li>▪ Minimum interest rate of 5.5% for loan tenure less than 4 years. Minimum interest rate of 6% for loan tenure more than 4 years</li> </ul>
<b>Internationalising Firm</b>	Funding for overseas fixed assets, structured project financing	<b>Internationalisation Finance Scheme (IF Scheme)</b>	<ul style="list-style-type: none"> <li>▪ Refinancing of asset-based and project financing loans into the IF Scheme allowed</li> <li>▪ Maximum loan quantum increased to \$50m per borrower group.</li> </ul>	<ul style="list-style-type: none"> <li>▪ Refinancing not allowed</li> </ul>
<b>Exporter/ Trading Firm (both SMEs and larger enterprises)</b>	Funding for export-oriented trade facilities	<b>Loan Insurance Scheme (LIS) (Export-Oriented Loans)</b>	<p><u>LIS</u></p> <ul style="list-style-type: none"> <li>▪ Insurance premium borne by company at 0.15% (wef 1 Jan 2009)</li> </ul> <p><u>New LIS+</u></p> <ul style="list-style-type: none"> <li>▪ Introduction of LIS+ to complement the existing LIS programme</li> <li>▪ Maximum loan quantum of \$15 million</li> <li>▪ Default risk shared between Government and Participating Financial Institutions at 75:25 ratio</li> <li>▪ Insurance premium borne by company at 0.5%</li> </ul>	<ul style="list-style-type: none"> <li>▪ Insurance premium borne by company at 0.45%</li> </ul>
	Insurance against buyers' default	<b>Export Coverage Scheme (ECS)</b>	<p><u>New ECS</u></p> <ul style="list-style-type: none"> <li>▪ 50% premium subsidy support</li> <li>▪ Top up arrangement</li> </ul>	<ul style="list-style-type: none"> <li>▪ Scheme extended with no change to current features</li> </ul>